

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: Senate Bill 578

SHORT TITLE: Mount Airy Occupancy Tax

SPONSOR(S): Senator Foxx

FISCAL IMPACT					
	Yes (x)	No ()	No Estimate Available ()		
	<u>FY 1997-98</u>	<u>FY 1998-99</u>	<u>FY 1999-00</u>	<u>FY 2000-01</u>	<u>FY 2001-02</u>
REVENUES	\$84,260	\$84,260	\$84,260	\$84,260	\$84,260
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED:	City of Mount Airy				
EFFECTIVE DATE:	When it becomes law.				

BILL SUMMARY:

The proposed act authorizes the City of Mount Airy to levy a 3% occupancy tax and to create a tourism development board. The city is limited to 7% of the proceeds of the tax and the remainder of the revenue is to be credited to the Mount Airy Tourism Development Authority.

ASSUMPTIONS AND METHODOLOGY:

The estimate assumes 285 rooms at an average cost of \$45.00 per night and an occupancy rate of 60% a year. This information was provided by the Mount Airy Chamber of Commerce.

FISCAL RESEARCH DIVISION: 733-4910

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APPROVED BY:

DATE: April 15, 1997



Signed Copy Located in the NCGA Principal Clerk's Offices